

# FISCAL NOTE

## SB 919 - HB 1148

February 24, 1997

**SUMMARY OF BILL:** Changes the method by which the Department of Transportation and local governments compensate owners for outdoor advertising (billboards) that have to be relocated from replacement cost to an income value basis. Also restricts local government zoning laws about outdoor advertising and would allow some non-conforming signs to be relocated, if they have been in place for 10 years.

### ESTIMATED FISCAL IMPACT:

**Increase State Expenditures - Exceeds \$100,000/Highway Fund**  
**Increase Local Govt. Expenditures\* - Exceeds \$100,000**

Estimate assumes a significant increase in compensation paid to owners of bill boards that have to be relocated.

The Department of Transportation has stated that provisions of the bill will place the state out of conformity with federal highway regulations and may jeopardize the receipt of federal highway funds. Tennessee receives approximately \$40,000,000 in federal highway funds.

*\*Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

### CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director